

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF THE)	
UNION LIGHT, HEAT AND POWER)	CASE NO. 90-041-L
COMPANY)	

O R D E R

On October 2, 1990, the Commission issued its Order in Case No. 90-041 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates on a quarterly basis in accordance with the provisions of the gas cost adjustment ("GCA") clause set forth therein.

On June 10, 1993, The Union Light, Heat and Power Company ("ULH&P") filed an interim GCA to be effective July 1, 1993 and which is to remain in effect until September 1, 1993. The purpose of this interim adjustment is to pass along supplier decreases which have occurred since ULH&P's last GCA filing.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. ULH&P's notice of June 10, 1993 set out certain revisions in rates which ULH&P proposed to place into effect, said rates being designed to pass on to its customers the wholesale decrease in gas costs from its suppliers in the amount of 23.5 cents per Mcf including take-or-pay billings. ULH&P's expected gas cost ("EGC") is \$3.890 per Mcf, which includes a take-or-pay recovery component of 0 cents per Mcf.

2. All of ULH&P's other adjustments remained the same as those in effect in its regular quarterly filing.

3. ULH&P's gas cost recovery rate is \$3.981 per Mcf, which is a decrease of 23.5 cents per Mcf from the previously authorized rate.

4. ULH&P's adjustment in rates contained in the Appendix to this Order, pursuant to the GCA provisions approved by the Commission in its Order in Case No. 90-041 dated October 2, 1990, is fair, just, and reasonable, in the public interest, and should be effective with bills rendered on and after July 1, 1993.

5. The GCA adjustment, as reflected in the Appendix, was applied to base rates placed into effect by ULH&P on April 26, 1993 in Case No. 92-346.¹

IT IS THEREFORE ORDERED that:

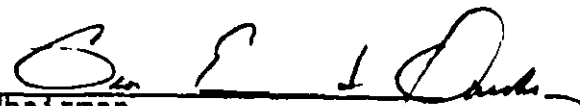
1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are authorized to be effective with bills rendered on and after July 1, 1993.

2. Within 30 days of the date of this Order, ULH&P shall file with this Commission its revised tariffs setting out the rates authorized herein.

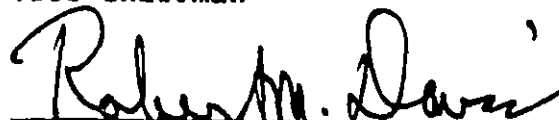
¹ Case No. 92-346, In The Matter Of An Adjustment of Gas Rates of The Union Light, Heat and Power Company, filed September 25, 1992.

Done at Frankfort, Kentucky, this 25th day of June, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-041-L DATED June 25, 1993.

The following rates and charges are prescribed for the customers served by The Union Light, Heat and Power Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

GAS SERVICE RATES

RATE RS RESIDENTIAL SERVICE

	<u>Base Rate</u>		<u>Gas Cost Adjustment</u>		<u>Total Rate</u>
Commodity Charge for All CCF Consumed	26.30¢	plus	39.81¢	equals	66.11¢ per CCF

RATE GS GENERAL SERVICE

	<u>Base Rate</u>		<u>Gas Cost Adjustment</u>		<u>Total Rate</u>
Commodity Charge for All CCF Consumed	21.75¢	plus	39.81¢	equals	61.56¢ per CCF

RIDER T-O-P TAKE-OR-PAY RECOVERY SERVICE

The T-O-P charge to be billed during the revenue months of June, July, and August 1993 is 0 cents per Mcf.

RATE 88
STANDBY SERVICE

Firm Standby Service

For the volume specified in the written agreement, the customer shall pay an additional charge of 17.15 cents per Ccf.

Interruptible Standby Service

For the volume specified in the written agreement, the customer shall pay an additional charge of 9.70 cents per Ccf.